

## Message Text

CONFIDENTIAL

PAGE 01 NAIROB 06221 201439Z  
ACTION AF-10

INFO OCT-01 CIAE-00 INR-10 NSAE-00 ISO-00 INRE-00 PM-05  
EB-08 SSO-00 /034 W  
-----102106 201444Z /50  
O 201349Z APR 78  
FM AMEMBASSY NAIROBI  
TO SECSTATE WASHDC IMMEDIATE 6912  
USDEL SECRETARY DEFENSE WASHDC IMMEDIATE

C O N F I D E N T I A L NAIROBI 6221

EO 11652: GDS  
TAGS: ECON, US, KE  
SUBJECT: KENYAN SURVEY REPORT

REF: STATE 100177

1. AS OF NOVEMBER 1977 KENYA RESERVES STOOD AT US DOLLAR 518 MILLION. SINCE THEN THEY HAVE DROPPED SOMEWHAT DUE TO FALLING COFFEE PRICES AND FX EXPENDITURES. LATEST CENTRAL BANK ESTIMATE FOR MARCH 1977 IS APPROXIMATELY US DOLLAR 500 MILLION. FX RESERVES BETWEEN 1967 AND 1975 AVERAGED US DOLLAR 160 MILLION PER YEAR. COFFEE BOOM IN 1975-76 BOOSTED FX RESERVES TO AVERAGE US DOLLAR 400 MILLION FOR THOSE YEARS. EMBASSY ESTIMATE FOR 1979-1987 PERIOD IS THAT LEVEL OF RESERVES WILL AVERAGE OUT TO BETWEEN US DOLLAR 200 MILLION AND US DOLLAR 250 MILLION EACH YEAR. THIS IS BASED ON ASSUMPTION THAT COFFEE PRICES WILL BE LOWER THAN THOSE PREVAILING IN 1975/76, BUT HIGHER THAN PRE-BRAZILIAN FROST LEVELS, AND INCREASED FX EXPENDITURES TO SUPPORT DEVELOPMENTAL PROJECTS AND INCREASING LEVEL OF IMPORTS OVER NEXT DECADE.

2. CONSOLIDATED FUND SERVICES ACCOUNT IN FY 78 BUDGET ALLOCATED K POUNDS 90 MILLION (US DOLLARS 212 MILLION) WHICH REPRESENTS 16 PERCENT OF TOTAL GROSS FY 78 ALLOCATIONS.  
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CONSOLIDATED FUND SERVICES ACCOUNT BROKEN DOWN AS FOLLOWS:

K POUNDS US DOLLARS  
(MILLIONS) (MILLIONS)

|             |      |       |
|-------------|------|-------|
| PUBLIC DEBT | 79.9 | 187.8 |
|-------------|------|-------|

PENSIONS AND GRATUITIES 5.3 12.5

SALARIES, MISC. 2.9 6.8

SUBSCRIPTIONS TO  
INT'L ORGS. 1.9 4.5  
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## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 jan 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** REPORTS, SURVEYS, FINANCIAL RESERVES  
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**Copy:** SINGLE  
**Draft Date:** 20 apr 1978  
**Decaption Date:** 01 jan 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 20 Mar 2014  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1978NAIROB06221  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** GS  
**Errors:** N/A  
**Expiration:**  
**Film Number:** D780169-0309  
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**Subject:** KENYAN SURVEY REPORT  
**TAGS:** ECON, US, KE  
**To:** STATE DOD  
**Type:** TE  
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**Review Markings:**  
Sheryl P. Walter  
Declassified/Released  
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**Markings:** Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014